

TECHSNABEXPORT – is one of the leading companies on the world market of products and services for the needs of the atomic energy industry



The year of 2000 has become the reference point for the novel ideas and initiatives of TECHSNABEXPORT. With this state of mind, TECHSNABEXPORT enters the most exciting period of the modern history – the new Millennium and the XXI century.

JOINT-STOCK COMPANY
"TECHSNABEXPORT"
OPEN TYPE

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OUR MISSION



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TARGET

To be the leader in promotion of goods and services of the Russian atomic power industry and science to the foreign markets, creating long-term benefits for our partners. Leadership for TECHSNABEXPORT is concurrently a target and a method to perform business. The successes of our Company are directly related to the successes of our customers and suppliers.

ORGANIZATION OF ACTIVITIES

The advanced positions of TECHSNABEXPORT are based on abundant experience and highly trained personnel, unified system of priorities and goals of the entire team, well-defined cooperation between all branches of the Company, overall responsibility for the quality of services rendered, knowledge of partners, their wishes and needs.

INNOVATIONS

Precise forecasting of prospects and possible changes in the key fields of the world market of the products and services for the atomic industry facilitates to skillfully resolve not only current issues but also to foresee their occurrence in future that creates stable benefits for our partners and customers in business. The process of innovations in all spheres of our activities is the basis of our success under the circumstances of continuously varying market dynamics.

QUALITY

The unique feature of TECHSNABEXPORT is provision of the entire range of products and services of the nuclear fuel cycle – from natural uranium to irradiated nuclear fuel reprocessing. High quality of products and services offered by the Company is based upon the state-of-the art technologies developed by the Russian atomic power industry and science. The Company declared its devotion to the principles of the comprehensive system of quality management under the international standards ISO 9000-2000.

ATTITUDE TOWARDS PERSONNEL

The Personnel of TECHSNABEXPORT is characterized by its high professional level and effective work style. The development of own corporate philosophy serves the task of creating a team unified by common goals, aimed at efficient activities and able to constant perfection. The "Corporate-ethic Code" of TECHSNABEXPORT adopted in 2000 provides for the maximum complete implementation of the personnel creative potential and successful career of each employee.

ACTIVITIES

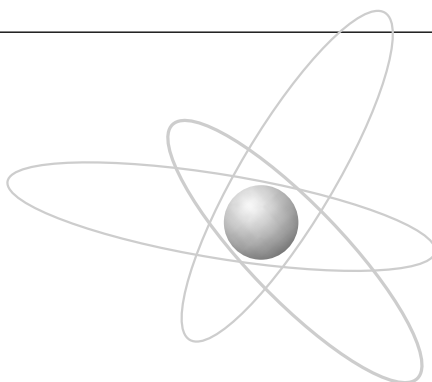
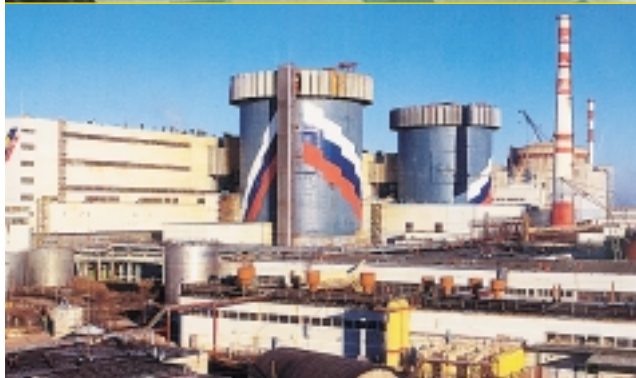
High level of competitiveness of TECHSNABEXPORT products and services allows to expand its business areas, enter new markets, attract investments, finance major important projects in the atomic power industry and enables the solutions of industry-wide and nation-wide issues in the field of the Russian atomic power industry and

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NUCLEAR POWER INDUSTRY

STRATEGY OF JOINT INTERESTS



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TECHSNABEXPORT operates in a very sensitive area. Nuclear export in any country has always attracted special attention, being directly associated with provision of national interests and strict observance of the numerous international safeguards. Due to the above, the Government of the Russian Federation owns the controlling stock of TECHSNABEXPORT, and the Company's strategic goals are based upon the "Strategy of the atomic energy sector development of Russia in the first half of the XXI century" approved by the Russian government last year. The document outlines the basic directions of our efforts for the coming decades and highlights foreign economic priorities.

Of major significance for TECHSNABEXPORT is the credit rendered by the Russian government that selected the company as an implementing agent for the intergovernmental agreement on deliveries to the United States of LEU, extracted from weapons-grade HEU.

Activities of the Company are based on two fundamental aspects. Firstly, we are convinced that in spite of the ambiguity of forecasts for the development of the world nuclear power for the coming decades, it will have great future. For example, in Russia, a tendency for the increase of electric power output generated by nuclear power plants has been outlined. Secondly, today, the atomic power industry is the largest corporation, highest competitiveness of which is founded on significant achievements of the Russian science and current unique advanced technologies.

TECHSNABEXPORT is a part of this powerful corporation, acting actually as a commercial agent of the atomic industry. The activities of TECHSNABEXPORT are aimed at achieving the corporate target of strengthening the industry's export potential. TECHSNABEXPORT has every prerequisite to gain success in the fruitful business that is being supported by 38 years of irreproachable activities on the world market, strong management and highly trained personnel. The results achieved by the Company in 2000 confirm its high reputation of the leading exporter in Russia.

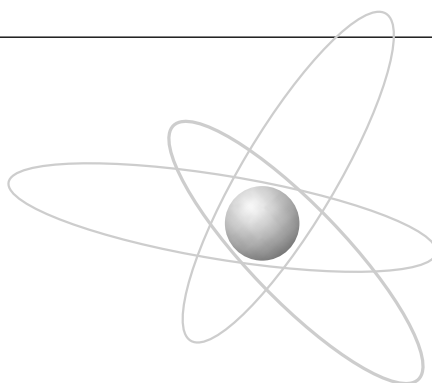
Chairman of the Board of Directors
First deputy Minister of the Russian Federation
for Atomic Energy

Valentin B. Ivanov

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FORMULA OF SUCCESS



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The year of 2000 has become a special event in the history of TECHSNABEXPORT. We have completed the first stage of profound reforms related to the introduction of the advanced technologies of corporate management. Today we have closely approached the transition to the system of quality management under the new standard requirements ISO 9001-2000.

The most important event for us in 2000 was the fact that TECHSNABEXPORT obtained license issued by the Nuclear and Radiation Safety Authority of Russia for handling nuclear materials that allowed the Company to abandon its role of a merchandise agent and move to the position of an actual manager of nuclear materials at all stages of fabrication and delivery of products and services. In 2000 TECHSNABEXPORT laid down the stable foundation for its active participation in consolidation of investment resources of the atomic power industry.

Innovations implemented by TECHSNABEXPORT highlighted the new perspectives in the international cooperation. We are confident in the accuracy of our strategy and the decisions taken.

Our partners are the leading power producing companies throughout the world. Our relations with them are founded on a long-term and mutually beneficial basis, guided by the unique corporate advantages of TECHSNABEXPORT. First of all it includes provision of the full range of nuclear fuel cycle products and services starting from natural uranium sales up to the reprocessing of irradiated nuclear fuel. Being sensitive to the existing market trends that are directed at more evident reorientation of the end-users towards the acquisition of finished nuclear fuel and a gradual refusal from procurement of separate nuclear fuel ingredients, the Company has announced a phased transition from export of the separate elements of the nuclear fuel cycle to export of the entire package of the products and services with a higher level of processing stage.

Moving to the new cooperation patterns with our partners we proceed from the main principle: the services we furnish should be convenient, profitable and reliable. We highly appreciate our partners' confidence and therefore principles of strengthening the positions of TECHSNABEXPORT as a reliable partner have been founded as the basis for Company's strategy development.

We look ahead with confidence, because we believe that there are no restrictions for perfection.

General Director

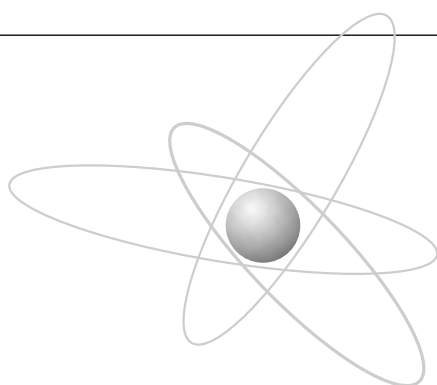
Revmir G. Fraishtout



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BOARD OF DIRECTORS



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Valentin B. Ivanov First Deputy Minister of the Russian Federation for Atomic Energy
Chairman of the Board of Directors

Vladimir G. Vinogradov First Deputy Minister of the Russian Federation for Atomic Energy

Georgiy A. Koryashkin Head of Department, Ministry of the State Property of the Russian Federation

Victor M. Romashin Deputy Minister of the Russian Federation for Atomic Energy

Mikhail N. Ryzhov Head of Department, Ministry of the Russian Federation for Atomic Energy

Alexander V. Tikhonov Head of Department, Ministry for the State Property of the Russian Federation

Revmir G. Fraishtout General Director, Joint-Stock Company "TECHSNABEXPORT", Open Type

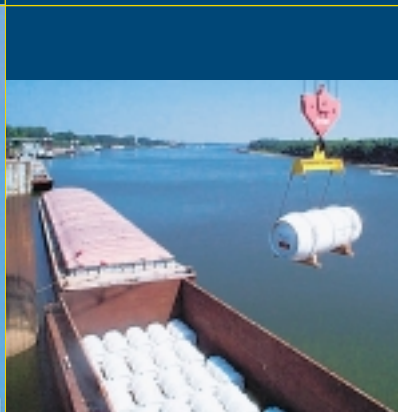
Vladimir V. Shidlovsky Head of Department, Ministry of the Russian Federation for Atomic Energy

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REVIEW OF THE COMPANY'S ACTIVITIES IN 2000

In 2000 TECHSNABEXPORT carried out its activities depending on the nation-wide missions in the field of the atomic power industry and based upon the "Strategy of atomic power development in Russia in the first half of the XXI century", approved by the Government of Russia.



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TECHSNABEXPORT Turnover (export/import)



Turnover export, b. \$



Turnover import, b. \$



Analysis of the final results of TECHSNABEXPORT activities in 2000 has testified to its significant achievements in the promotion of the goods and services of the Russian atomic power industry to the foreign markets. Concurrently TECHSNABEXPORT has managed not only to retain its positions, but also to strengthen them offering new products and services and expanding new markets.

For the last two years TECHSNABEXPORT has demonstrated stable positive dynamics of the major indicators in its activities – foreign trade turnover and hard currency earnings.

Foreign trade turnover of the Company in 2000 exceeded 1,58 b. USD. There are good reasons to expect that in the near future, TECHSNABEXPORT implementing the strategy of Minatom of Russia for medium and long-term periods, will be able to expand the range of its export services rendered in the field of irradiated nuclear fuel management and fresh fuel lease that enables to provide for further upgrade of turnover indicators. Sufficient proof of TECHSNABEXPORT success over the last year is a noticeable increase of the Company's revenues. TECHSNABEXPORT expects that this current tendency aimed at the revenues increase will retain. The above is specifically connected with the transition of TECHSNABEXPORT while performing foreign trade transactions from the status of an agent to the position of a seller of products and services of the national atomic industry. Concurrently, the additional revenues obtained are expected to be invested into the key programs of Minatom targeted at production facilities upgrade and novel projects development.

The most important positions in the range of products and services furnished by TECHSNABEXPORT in the world market are as follows:

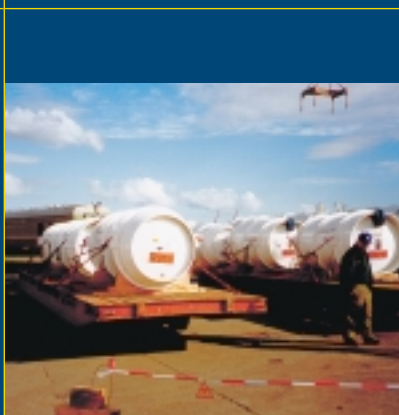
- Natural and enriched uranium;
- Uranium enrichment services and reprocessing (conversion) of triuranium octoxide into uranium hexafluoride;
- Recycled uranium enrichment services;
- Re-enrichment services of uranium tails;
- Fuel deliveries for nuclear reactors;
- Irradiated nuclear fuel management services
- Contaminated metals, metallic constructions and equipment reprocessing services;
- Services for development and design of atomic reactor components and systems;
- Radioactive and stable isotopes;
- Ionizing radiation sources, labeled and deuterated compounds;
- Calcium metal, zirconium and other metals and alloys utilized in the atomic power industry;
- Charged particle accelerators, gamma-radiation units;
- Special electronic and physical equipment and devices;
- Flaw detectors;
- Medical radiological equipment;
- Processing, laboratory and special protective equipment and instruments for the enterprises of the atomic industry;

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High-enriched uranium (HEU) – Low-enriched uranium (LEU) Contract

Practical implementation of the HEU-LEU Contract within the frames of the historical intergovernmental agreement on deliveries to the U.S.A. of LEU, derived from Russian weapons-grade HEU occupies a very special place in the Company's activities. The Contract was concluded under the above Agreement on January 14, 1994.



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TECHSNABEXPORT considers its role of an implementing agent as a high evaluation of its activities and high degree of confidence from the Government of the Russian Federation.

The Contract is effective up to 2013 and is a unique project in the history that enables to transform the originally costly process of nuclear disarmament into an economically effective one. The HEU-LEU Contract is aimed at reprocessing of 500 MT of weapons-grade uranium, derived from around 20 thousand warheads, into the nuclear fuel for nuclear power plants.

The revenues obtained in 2000 under the HEU-LEU Contract accounted for about 1/5 of all non- tax revenues of the Russian federal budget and 29% of the total currency revenues of the Russian atomic industry. The above funds were directed for financing of conversion programs and restructuring of the defensive productions, fundamental and applied sciences, programs for safety upgrading of the Russian nuclear power plants and for environmental activities. In 2000 due to the Russian-American HEU-LEU program , the atomic power industry of Russia managed to appropriate 1,5 B. roubles for the conversion programs. In addition to it, 4 B. roubles, received from the implementation of the HEU-LEU Contract, were invested into the nuclear science development. Also, Minatom, applying the funds from the HEU-LEU Contract, managed to dismantle the cores of the reactors from 17 decommissioned nuclear submarines. Within the previous years, using the budget funds, not more than 2-4 nuclear submarines were decommissioned annually.

Along with the implicit implementation of the delivery schedules under the HEU-LEU Contract the major issue resolved in 2000 was the return from the U.S. to Russia of the so called "natural uranium component feed» or "natural component" of the LEU, supplied to the U.S. (material carrier of the energy in LEU).

The above mission is of significant importance to provide long-term needs of the Russian atomic power industry in uranium raw material.

In 2000 TECHSNABEXPORT accomplished a complex of activities directed to the establishment of the mechanism for sale/return of the LEU "natural feed component" to Russia that was implemented under the requirements of the Russian customs and hard currency legislation.

In 2000 5 shipments of the "natural feed component" totaled to 4,6 th. MT was carried out from the U.S.A. to Russia.



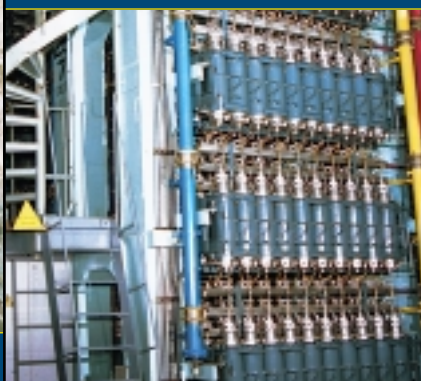
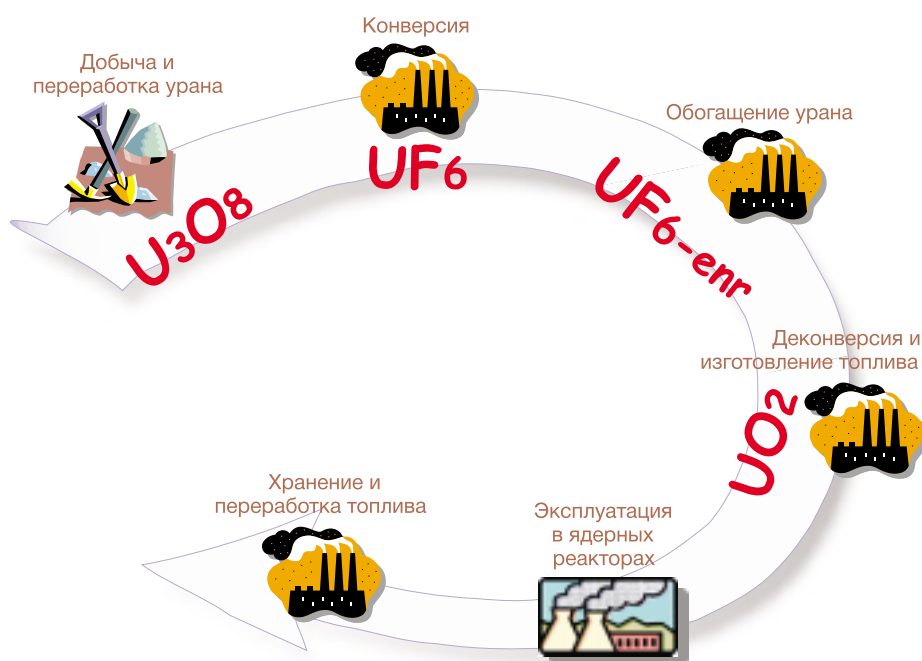
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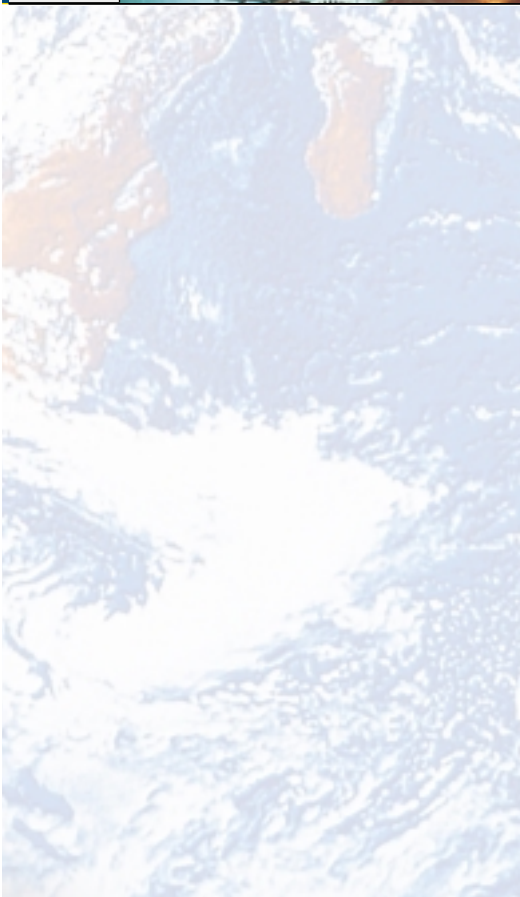
NUCLEAR FUEL CYCLE PRODUCTS

The key direction of TECHSNABEXPORT activities is the export of nuclear fuel cycle products and services.

Currently, the share of Russian nuclear fuel cycle products and services on the major world commodity markets amounts to 30%.



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The largest customers TECHSNABEXPORT contacts to are the well-known companies in the world – USEC (USA), URENCO (Netherlands - United Kingdom - Germany), COGEMA (France), EURODIF (France), ENUSA (Spain), BEGL (United Kingdom), BNFL UAM (United Kingdom), CAMECO (Canada), CERCA (France), GKN (Germany), SIEMENS (Germany), NUKEM (Germany, USA), PALMCO (USA), KEPCO (Republic of Korea), EGL (Switzerland), KKL (Switzerland), Fortum Power and Heat (Finland), Teollisuuden Voima (Finland), General Electric Corporation (USA), Vermont Yankee Nuclear Power Corporation (USA), Wisconsin Electric Power Company (USA), Westinghouse (USA), NAESCO (USA), ConverDyn (USA), ESKOM (South Africa) etc.

Leading positions of TECHSNABEXPORT in the above sphere is supported by the high quality of services rendered and benefits of usage of the state-of-art technologies of the Russian atomic industry. The aforementioned characteristics have enabled TECHSNABEXPORT to extend a number of contracts with its traditional partners for the delivery of uranium products last year.

Activities with the Western enrichment companies in enrichment of accumulated "tails" of the separation cycle of the uranium production have been continued. Significant importance for TECHSNABEXPORT was the implementation in 1999 of the first contract to render enrichment services for the Japanese electric power utility "TEPCO".

A seminar in the field of enrichment successfully conducted by TECHSNABEXPORT together with the trading house "SUMITOMO" for five foremost Japanese utility companies followed by the visit to Russian separation enterprises was an important event of 2000.



Last years TECHSNABEXPORT has been fruitfully cooperating with such biggest companies like "SIEMENS" (Germany) and "ABB" (Sweden) in perspective directions related to the fabrication of fresh nuclear fuel at the Russian utility companies under the Western design using customer's raw materials and components.



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IRRADIATED NUCLEAR FUEL

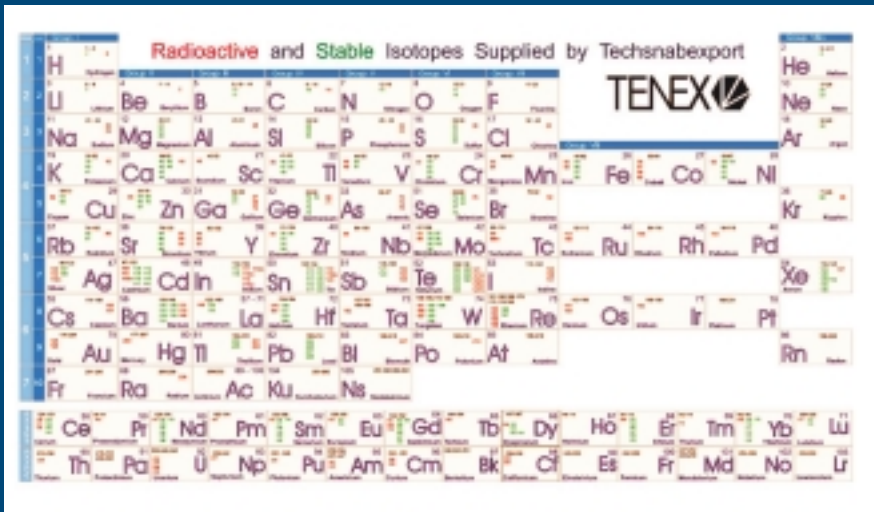


In the year of 2000 the Company's significant efforts were focused on the irradiated nuclear fuel market. Special attention was devoted to the performance of the contracts on the removal of the irradiated nuclear fuel with the traditional partners of TECHSNABEXPORT from Eastern Europe. The contacts with foreign customers on several new projects were continued, including projects related to reprocessing of the irradiated nuclear fuel from the research reactors, constructed under the assistance of Russia/USSR/ abroad.

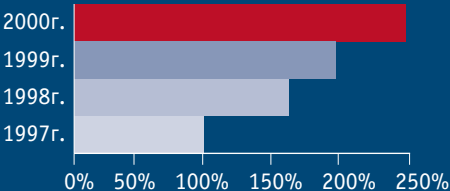
To expand the presence in the market of irradiated nuclear fuel TECHSNABEXPORT together with the production association "MAYAK" and Research Institute for Safe Development of the Atomic Power Engineering organized the first presentation of the Russian irradiated fuel management services in Prague (Czechia) last year.

During the year of 2000 TECHSNABEXPORT took an active participation in the work of the Coordinating Board of Minatom of Russia related to the management of nuclear fuel from the western nuclear power plants, amendments to the national legislation, environmental issues, marketing and feasibility study. Significant information resources on different issues associated with the import of the irradiated nuclear fuel from foreign nuclear power plants and implementation of the environmental programs were collected and integrated.

ISOTOPE PRODUCTS



Dynamics in export
of isotope products



In the year of 2000 positions of TECHSNABEXPORT in the isotope market were continued to strengthen.

Currently TECHSNABEXPORT supplies over 100 items of radioactive isotopes, nearly 200 items of stable isotopes and dozens of types of radioactive sources, which are exported to almost all countries of the world. Implementation of a flexible pricing policy enabled the Company to secure a whole range of orders from new customers as well as to significantly increase the orders portfolio from traditional partners.

In 2000 the total export volume of isotope products exceeded that one of the previous year by nearly 15%. The Company's share for the isotope products supply from Russia to the foreign markets accounts for over 45%.

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EQUIPMENT, INSTRUMENTATION AND MATERIALS

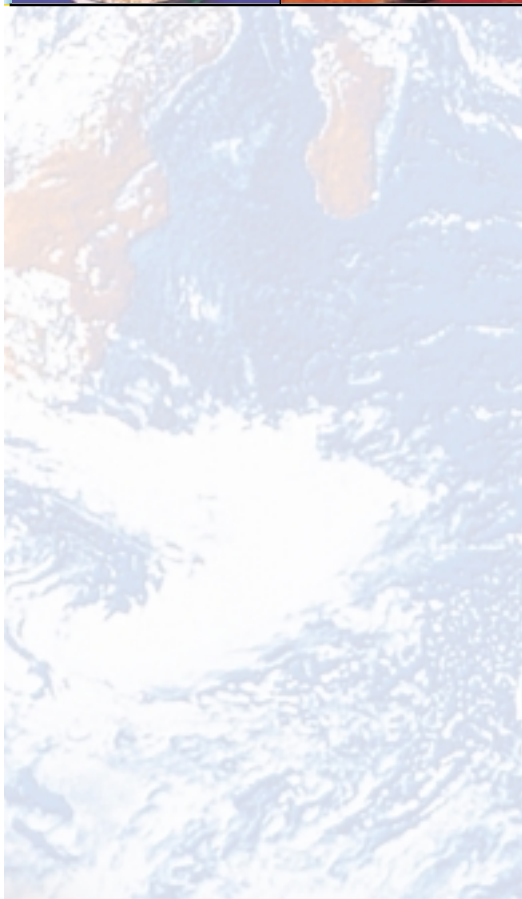


**Export increase, 2000
as compared with 1999**

Calcium products	178%
Accelerators	258%
Optical glass	199%

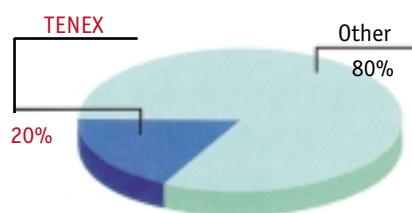


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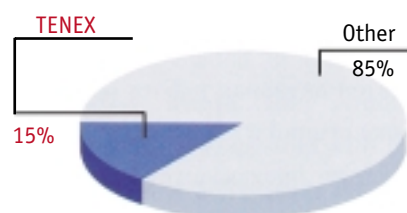
Radiation equipment

Provision of the world
marked needs



Calcium metal

Provision of the world
marked needs



In the year of 2000 significant efforts were made by TECHSNABEXPORT to expand its presence in the market of high-technology equipment, instrumentation and metals. It is specifically related to the industrial and clinical charged particle accelerators, cyclotrons, neutron generators, irradiating gamma-ray sources, electronic-physical equipment and instrumentation, flaw detectors, clinic radiological equipment, technological and laboratory equipment as well as metals and alloys used in the atomic power industry. TECHSNABEXPORT is one of the world's leading suppliers of many of the above products.

As compared with the previous year the export of charged particle accelerators has increased by more than 2.5 times. In 2000 industrial accelerators were delivered to the Peoples Republic of China and the Republic of Korea.

Under the IAEA technical assistance program a Russian cyclotron was constructed and put into operation in Egypt. Under the same program a gas chromatograph was delivered to Byelorussia. The agreements for the annual deliveries of several accelerators for pasteurization of foodstuff were signed.

Supplies of calcium metallic, zirconium and goods made from zirconium, as well as from optical glass and superconducting alloys in 2000 were other basic directions. The export of these products has increased significantly as compared to 1999. The volume of calcium metal deliveries, for instance, has increased by almost 1.8 times. These deliveries cover around 15% of the world market demand.

The Company proceeded to satisfy the demands of the enterprises and facilities of the Russian atomic industry for import of the modern equipment. In 2000 deliveries were exercised to the Electrochemical Plant in Zelenogorsk, the Research Institute of Atomic Reactors in Dmitrovgrad, the Chepetsk Machine Plant in Glasov, etc.

In the year of 2000 an installation for iodine-131 production was delivered and assembled.

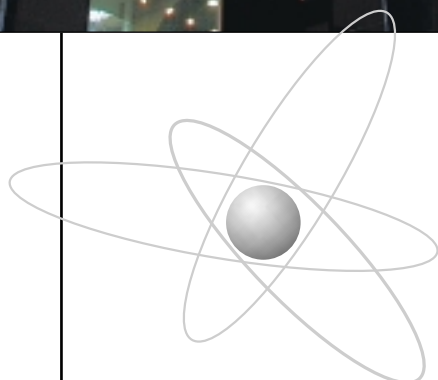
Medical equipment for the amount of about 3.5 M. USD was supplied for the medical organizations of Minatom.

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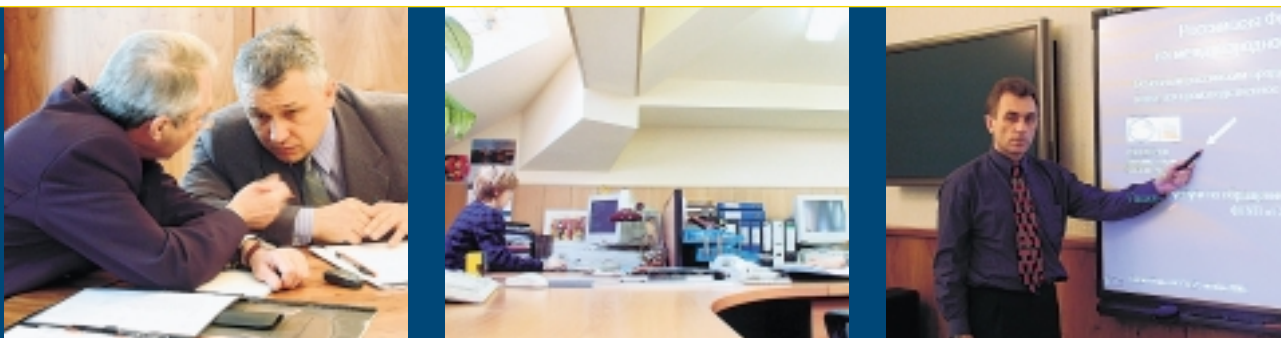
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MANAGEMENT

Success in any business depends to a great extent on the organization and quality of management, competent utilization of advanced methods of corporate management and introduction of state-of-the art information technologies.



2000



Within the last two years restructuring, which affected all facets of the Company's activities, has been underway in TECHSNABEXPORT. In the frames of the restructuring program activities of the Company have been reviewed and a set of measures has been structured and designed to enhance the efficiency of TECHSNABEXPORT activities.

In 2000 TECHSNABEXPORT completed the formation of a new organizational structure, specified and separated the departments' responsibilities as well as strengthened the services, directly responsible for business activities. About 40 standards that regulated various activities of the Company - ranging from preparation of contracts to exercising of export control have been elaborated and introduced.

At the end of 1999 an Advisory Board, under the General Director of TECHSNABEXPORT was set up as a permanent consultative body to produce strategic solutions on key foreign economic issues of the Company's activities. The idea to create the Advisory Board was caused by the demand to enhance efficiency of TECHSNABEXPORT in the frames of the unified branch-wise policy and development of cooperation mechanism with the affiliated structures of the Company abroad.

Leading experts of TECHSNABEXPORT, Minatom, as well as managers of overseas affiliated companies of TECHSNABEXPORT participate in the work of the Advisory Board.

The year of 2000 was the first year of the Advisory Board's activities. Final results of the activities of the Board allow to prove that the idea of its foundation was justified. The

character and the scope of the issues in question as well as competence of recommendations elaborated are the indications of the above. The Advisory Board is a unique body for providing comprehensive resolutions on strategic matters related to export and import policy. A marked event in the life of TECHSNABEXPORT in 2000 was the commissioning of a new modern office that meets the highest standards. This fact has enabled the Company to introduce state - of - the art information technologies as well as to computerize and automate business processes.

The results of reforms allowed TECHSNABEXPORT to start transition to the quality management system in conformity with the new international standard ISO 9001-2000.

In view of a drastic changes introduced into management activities and higher requirements to the qualification of personnel, the basic trend on the next stage of restructuring is the perfection of the personnel skills. In 2000 on the basis of the personnel qualification a contractual system of employment was introduced for the overwhelming majority of employees.

The Corporate- Ethic Code of TECHSNABEXPORT was developed and adopted that is designed to cultivate a high level of intercorporate communication, creation of conditions for the maximum realization of each employee's potential.

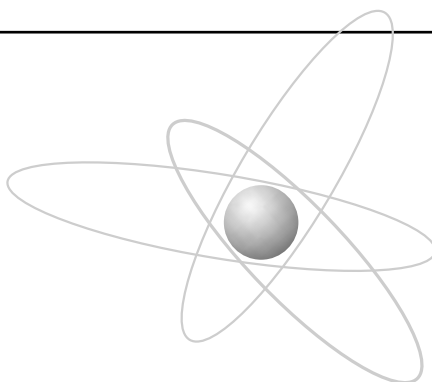
In 2000 a new WEB-site of TECHSNABEXPORT was developed: WWW. TENEX.RU.

Reforms performed over the last years and related to the most important areas of the Company's activities as well as the

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**TECHSNABEXPORT
INTERNATIONAL
NETWORK**



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Globe Nuclear Services and Supply GNSS, Limited

Established in 1991 on the territory of Switzerland.

Major business activities: uranium products and nuclear fuel cycle services trade, mainly, on the markets of the North and South America.

Address: 3 Bethesda Metro Center,
Suite 910 Bethesda,
MD 20814, USA
Tel. /301/ 941-1200
Fax. /301/ 941-1201

President: Chernov A.G. (Russia)

Fuel Logistic GmbH

Established in 1997 on the territory of the Federal Republic of Germany. Major business activities: nuclear materials transportation and forwarding services; Fuel Logistic GmbH has the contracts and partnership relations with the forwarding firms in Europe, USA, Canada, Singapore, Taiwan, Japan, South Korea.

Bundeskanzlerplatz 2-10/14.0G
53113 Bonn, Germany
Tel. 49 228 2673-123
Fax. 49 228 2673-203

Managing director: Semin-Vadov S.M.
(Russia)

Internexco GmbH

Established in 1989 on the territory of the Federal Republic of Germany. Major business activities: trade in uranium ore, uranium concentrate and its compounds, as well as services and other products of the civil nuclear industry in the Western markets.

Frankfurter Strasse 92
D-65760 Eschbom
Germany
Tel. 06196 50470
Fax. 06196 42930

Managing directors: Shishkin A.A. (Russia),
Madel J. (Germany)

Reviss Services Limited

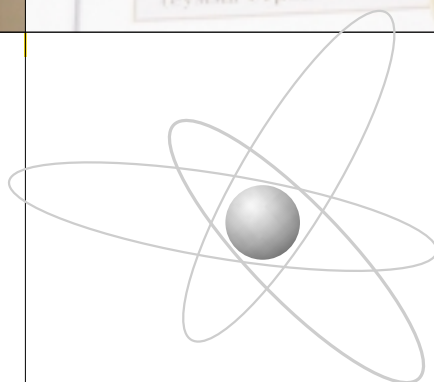
Established in 1992 in the territory of Cyprus. Major business activities: trade in isotope products in all regions of the world.

6 Chiltern Court, Asheridge
Road Chesham, Buckinghamshire
England
HP5 2PX
Tel. 44 /0/ 1494 777 444
Fax. 44 /0/ 1494 777 440

Managing directors:
Latham I. (United Kingdom),
Nazarov M.A. (Russia)

FINANCIAL REVIEW

Accounting report of TENEX in 2000 was conducted in accordance with the requirements of the RF legislation. "Balance sheet for 2000" and "Profit and loss account for 2000" included into the annual report are presented in compliance with the Russian accounting principles, using Russian terminology for indices and word-for-word translation of the original Russian edition into English. However, stating 2001 TENEX plans to additionally prepare the annual accounting report under the international standards of the accounting statement IAS.



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JSC «TECHSNABEXPORT» BALANCE SHEET STATEMENT AS OF THE YEAR 2000

Thousands roubles

ASSETS	Sheet code	Period beginning	Period ending
I. NON-CURRENT ASSETS			
Goodwill (04,05)	110	711	1 621
Fixed assets (01,02,03)	120	14117	29 303
Unfinished construction (07,08,61)	130	9 280	32 245
Long-term investments (06,82)	140	148 824	465 272
TOTAL FOR Section I	190	172 932	528 441
II. CURRENT ASSETS			
Inventories (stocks)	210	24 514	191 419
VAT on purchased valuables (19)	220	1 295	23 694
Debtors receivables (payments expected to be effected within 12 months after r eporting date)	240	7 094 173	4 213 443
Short-term investments (56, 58, 82)	250	5 046	7 800
Cash assets	260	1 504 652	186 210
TOTAL FOR Section II	290	8 629 680	4 622 566
BALANCE (aggregate of lines 190+290)	300	8 802 612	5 151 007
LIABILITIES			
III. CAPITAL AND RESERVE FUNDS			
Statutory capital (85)	410	96	96
Supplementary capital (87)	420	4933	21 610
Reserve capital (86)	430	0	14
Retained earnings from previous years (88)	470	166 701	76 426
Retained earnings of the reporting year (88)	480		83 879
TOTAL FOR SECTION III	490	171 730	182 025
V. SHORT-TERM LIABILITIES			
Bank loans (90, 94)	610	322 405	912 085
Credit receivables	620	8 306 591	4 056 383
Dividend payable (75)	630	935	0
Deferred income (83)	640	951	514
TOTAL FOR SECTION V	690	8 630 882	4 968 982
BALANCE (aggregate of lines 490+690)	700	8 802 612	5 151 007

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**JSC «TECHSNABEXPORT» PROFIT
AND LOSS ACCOUNT AS OF THE YEAR 2000**

Thousands roubles



DESCRIPTION	SHEET CODE	REPORTING PERIOD	CORRESPONDING PERIOD OF THE PREVIOUS YEAR
Services, operations, products sales proceeds (net) (less VAT, excise taxes and similar compulsory payments)	010	857 961	698 614
Cost of services, operations, products, goods sold	020	395 513	346 928
Gross profit	029	462 448	351 686
Commercial expenditures	030	8 199	5 032
General and administration expenditures	040	300 515	163 975
Sales profit (losses) (lines 010-020-030-040)	050	153 734	182 679
Interest received	060	2 983	6 230
Interest payable	070	34 181	
Other organizations participation profit	080	42 222	3 825
Other operating profit	090	6 944	160 304
Other operating expenditures	100	33 144	169 841
Other profit (not connected with sales)	120	2 717	7 582
Other expenditures (not connected with sales)	130	17 585	40 000
Profit (losses) pretax (lines 050+060+070+080+ 090+100+120+130)	140	123 690	150 779
Income tax and other corresponding compulsory payments	150	39 797	71 767
Routine activities profit (loss) (lines 140-150)	160	83 893	79 012
Net profit (reporting period retained profit (loss) (lines 160+170-180)	190	83 893	79 012

AUDITOR'S REPORT

TO THE MEMBERS OF JSC "TECHSNABEXPORT" ON THE FINANCIAL STATEMENTS FOR THE YEAR OF 2000 "UNICON/MS CONSULTING GROUP"

1. We have audited the accompanying financial statements of the Joint-Stock Company «TECHSNABEXPORT», Open Type, furnished under the results of the activities of the Company for the fiscal year 2000:

- ♦ **Balance sheet statement (accounting report №1)**
- ♦ **Profit and loss account (accounting report №2)**
- ♦ **Account for changes of capital (accounting report №3)**
- ♦ **Cash flow account (accounting report №4)**
- ♦ **Balance sheet statement appendix (accounting report №5)**
- ♦ **Explanatory notes**

These financial statements were furnished by the executive office of the Joint-Stock Company «TECHSNABEXPORT» in accordance with the standards established by the Federal law from November 21, 1996 №129-FL «On accounting principles» (revised and enlarged), Provision on accounting and accounting reports in the Russian Federation approved by the order of the Ministry of Finance of the RF from July 29, 1998, №34n, Provision on accounting «Accounting report of organization» (OA 4/99), approved by the Order of the Ministry of Finance of the Russian Federation № 43n, of July 6, 1999 and «On accounting reports of organizations», approved by the Order of the Ministry of Finance of the Russian Federation № 4n, of January 13, 2000 and other standard acts and regulations governing the procedures of accounting and accounting reports.

These financial statements are the responsibility of the executive office of the Joint-Stock Company «TECHSNABEXPORT». Our responsibility is to express an opinion on authenticity of these financial statements based on our audit performed.

2. We conducted our audit in accordance with the «Provisional regulations for auditing in the Russian Federation», approved by the Decree of the President of the Russian Federation - № 2263 of December 22, 1993, auditing standards, approved by the Auditing Commission under the President of the RF, as well as in accordance with the requirements of the inter-auditing standards.

The audit was planned and performed to obtain reasonable assurance about whether the financial statements are free of

material misstatement.

The audit included examining, on a test basis, evidence supporting the amounts and disclosures, contained in the financial statements.

Examining of compliance of the financial and business transactions performed by the Company to the current legislation was furnished with the only purpose to obtain reasonable assurance about whether the financial statements are free of material misstatements.

We believe that the audit performed provides a reasonable basis to express our opinion on authenticity of the given statements.

3. The Company's audit for the year of 2000 performed discovered a deviation from the procedure of income tax calculation established by the standards for the activities subject to different rates. Tax calculation is effected under the rate from the intermediary transactions in case of a possibility of separated accounting for the activities performed arose at the end of the fiscal year.

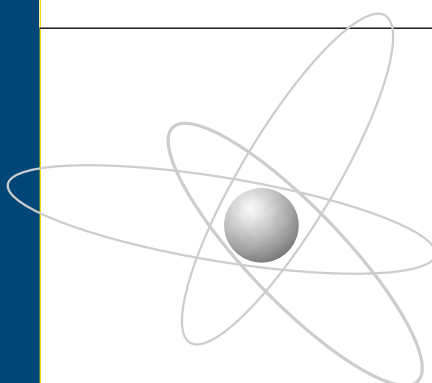
4. In our opinion the financial statements accompanying the present Report together with the above note demonstrate a true and fair view of the financial position of the Joint-Stock Company «TECHSNABEXPORT», i.e. the financial statements were performed to present true and fair state of the assets and liabilities of the Joint-Stock Company «TECHSNABEXPORT» as of December 31, 2000, as well as the financial results of the Company's operations in 2000 subject to the Federal law from November 21, 1996, №129 FL "On accounting" (revised and enlarged), Provision on accounting and accounting reports in RF, approved by the order of the Ministry of Finance of the RF from July 29, 1998, №34n, Procedure for accounting "Accounting reports of organizations" (PAR 4/99), approved by the order of the Ministry of Finance of the RF from July 6, 1999, №43n and other standards of the RF governing procedures of accounting and accounting reports.

Managing Director
Department of auditing services
Kharlamova N.V.

**JOINT-STOCK COMPANY
"TECHSNABEXPORT"
OPEN TYPE**

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